



ARKANSAS
Department of Environmental Quality

HAND DELIVERY

June 4, 2009

BW Security Associate Inc.
Attn: Mr. Granville Broadway
P.O. Box 241072
Little Rock, AR 72223

Re: State Contract #4600003206, Security Service
Office of State Procurement Tracking # SP-03-0239

Dear Mr. Broadway:

The Arkansas Department of Environmental Quality - Hazardous Waste Division (ADEQ) received a letter from Mr. Robert Pruitt requesting a cost increase to begin at the next contract extension starting July 1, 2009. Reasons cited for requesting this cost increase were attributed to the upcoming minimum wage increase and previous renewals were not cost adjusted to keep up with the consumer price index (CPI). Under the original contract, there are provisions to allow a cost adjustment in accordance with the yearly CPI for a contract extension. However, there is no language in the contract to allow for the recovery of cost incurred from previous years or to adjust for a minimum wage increase.

Although ADEQ cannot meet all your requests, the contract pricing for the upcoming contract extension has been adjusted in accordance with the CPI. Based on historic data, the CPI is expected to increase approximately 3%. This correlates to a rate change from \$7,300/month to \$7,519/month and from \$87,600/yr. to \$90,228/yr. This cost increase will be reflected in the contract renewal.

The ADEQ would like to renew contract #4600003286 with BW Security Associate Inc. for one (1) additional year. The new contract period will run from July 1, 2009 thru June 30, 2010. If you are in agreement with this request, and the terms and conditions of contract #4600003286, please acknowledge by your signature below. Please return an original signature copy of the second page of this letter along with a copy of your Equal Employment Opportunity (EEO) policy, and an original completed Contract and Grant Disclosure and Certification Form to ADEQ, attention: Clay McDaniel, HWD, within five (5) days of receipt of this letter. Please contact me at 501-682-0836 or mcdaniel@adeq.state.ar.us if you have any additional questions.

Sincerely,

Clay McDaniel
Engineer

Enclosure: Contract and Grant Disclosure and Certification Form

cc: Ryan Benefield, Acting Chief, Hazardous Waste Division
James Nunnley, Chief, Fiscal Division
Bob Hampton, Purchasing Agent, Fiscal Division
Mary Jane Roberts, Buyer, Office of State Procurement

Mr. Granville Broadway

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I, Granville Broadway, being an authorized agent of BW Security Associate Inc. (formerly Broadway Protection Services, Inc.), do hereby acknowledge and accept the terms and conditions of contract #4600003286, and agree to extend said contract for an additional one (1) year period, for the period of July 1, 2009 thru June 30, 2010.

Granville Broadway, President Date
BW Security Associate Inc.

Ryan Benefield, Date
Acting Chief, Hazardous Waste Division
Arkansas Department of Environmental Quality